GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:388
ANSWERED ON:01.03.2002
CLOSURE OF PSUS
BASUDEB ACHARIA

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether Mining and Allied Machinery Corporation, Rehabilitation Industries Corporation and Cycle Corporation of India have been closed down;

(b) if so, the reasons therefore;

(c) whether majority of workers of these undertakings have opted for Voluntary Separation Scheme;

(d) if so, the details thereof;

(e) whether it is a fact that the government have not made any effort to revive these Central public sector undertakings though there was a possibility of revival; and

(f) if so, the reasons thereof?

Answer

MINISTER OF STATE FOR HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a): Yes, Sir.

(b): Continued poor performance, huge accumulated losses, continued dependence on Government for meeting the liability of salary/wages, and non-emergence of any viable revival plan despite repeated efforts were the main reasons leading to the action for closure of the undertaking.

(c) &(d): Yes, Sir. The number of employees who opted for Voluntary Separation Scheme (VSS) in these PSUs was:

(a) Mining & Allied Machinery Corporation (MAMC) 3967

(b) Rehabilitation Industries Corporation (RIC) 1087

(c) Cycle Corporation of India Limited (CCIL) 1492

(e) No, Sir.

(f) Does not arise.